Amendments to the Claims

1. (Currently Amended) A compound of the formula (IV):

where:

R1 = R'C(O) , R'SO2 ,

R'= a bicyclic, saturated or unsaturated, 8-12 membered ring system containing 0-4 hetero atoms selected from $S_{,-}$ and $O_{,-}$ and $O_{,-}$ which is optionally substituted with up to four substituents independently selected from groups a), b) and c) below;

- a) a cyclic group which may be linked direct to the R' ring or via an alkyl, alkylether, alkylthioether, alkylamine, alkylamide, alkylsulphonamide, alkylsulphone, alkylurea, alkylketone or alkylester linker; or
 - b) H, C1-7alkyl, C3-6cycloalkyl, OH, SH, NH $_2$, NHC1-3alkyl, N(C1-3alkyl) $_2$, halogen; or
- c) O-C1-4alkyl, S-C1-4alkyl, SOC1-4alkyl, SO2C1-4alkyl, CO2C0-4alkyl, NHCOC0-4alkyl, CONHC0-4alkyl, COC0-C4alkyl, NHC(=NH)NH2;

R4 = H, C1-7-alkyl, Ar C1-7-alkyl, Ar, C3-7 cycloalkyl; C2-7alkenyl,;

R3 = C1-7-alkyl, C2-C7 alkenyl, C3-7-cycloalkyl, Arphenyl-C1-7-alkyl, furanyl-C1-7 alkyl, thienyl-C1-7 alkyl, Arphenyl, furanyl thienyl;

R5 = C1-7-alkyl, halogen, Arphenyl-C1-7-alkyl, furanyl-C1-7-alkyl, thienyl-C1-7-alkyl, C0-3-alkyl-C0NR3R4 or R^{iv};

R^{iv} =

where n = 1-3, m = 1-3; $R^{v}, R^{vi} = H, C1-7-alkyl;$ A = N, CH; B = N, O, S, CH; $R^{vii} = absent when B = O, S; or R^{vii} = H, C1-7-alkyl when B = N, CH;$ $R^{viii} = O, C1-7-alkyl;$ $R^{e} = H, C1-7-alkyl, Ar C1-7-alkyl, C1-3-alkyl-SO2-R^{ix}, C1-3-alkyl-C(O)-NHR^{ix} or CH_2XAr,$ $R^{ix} = SC1-7-alkyl, ArC1-7-alkyl or C3-C6-cycloaklyl;$ q is 0 or 1 and pharmaceutically acceptable salts thereof.

- 2. Canceled.
- 3. (Currently Amended) A compound according to claim 1 wherein the R' bicyclic ring is selected from naphthyl, quinolyl, benzofuranyl, benzothienyl, indolyl, indolinyl.
- 4. (Original) A compound according to claim 3, wherein the linkage is the 2 position of the R' ring.
- 5. (Original) A compound according to claim 1 wherein R' is substituted with morpholine or N-methylpiperidine linked through an alkyl or alkylether linkage.

6. (Original) A compound according to claim 1, wherein R1 is R'C(0).

- 7. (Original) A compound according to claim 1, wherein R3 is 2-methylprop-1-enyl, benzyl or especially i-butyl.
- 8. (Original) A compound according to claim 1, wherein the stereochemistry at R3 corresponds to a natural or non natural L-amino acid.
- 9. (Original) A compound according to claim 1, wherein R5 is CH_3 , C_2H_5 , CH_2Ar , CH_2CONH_2 , $(CH_2)_2CONH_2$, CH_2OH

- 10. (Currently Amended) A compound according to claim 9, wherein R5 is CH_3 , CH_2CH_3 , or $CH_2OH.$
- 11. (Original) A compound according to claim 1, wherein R5 and the C4 bond both have (R) stereochemistry.
- 12. (Original) A compound according to claim 1, wherein R5 and the C4 bond both have (S) stereochemistry.
- 13 Canceled.

14. Canceled.

- 15. (Withdrawn) A method for the treatment of disorders dependent upon the activity of cathepsin K comprising the administration of a compound as defined in claim 1 to a mammal in need thereof.
- 16. (Withdrawn) A method according to claim 15 wherein the disorder is a bone disorder such as periodontitis or osteoarthritis
- 17. (Withdrawn) A method according to claim 15 wherein the disorder is a cartilage or matrix degradation disorder such as osteoarthritis or rheumatoid arthritis.
- 18. (Withdrawn) A method according to claim 15 wherein the disorder is a neoplasia.
- 19. (Withdrawn) A method for the treatment of a parasite infection comprising the administration of a compound as defined in claim 1 to a mammal in need thereof.
- 20. (Withdrawn) A method for the control of parasites comprising the administration of a compound as defined in claim 1 to an invertebrate vector and/or to a locus prone to infestation of such a vector.